

② Account Statement -

- Every month
- new purchases
- finance charge
- rewards
- min amt. due
- new balance

- name & address
account #

- credits
- credit line
- dates of statement
- due date

③ fee for not pay whole bill

- didn't pay bill

④ new balance =

$$\begin{aligned} & \text{previous balance} \\ & + \text{new purchases} \\ & + \text{fees} \\ & + \text{finance charge} \\ & - \text{credits} \\ & - \text{payments} \end{aligned}$$

⑤ new bal: \$429.37

1-6

and

11, 13, 15

Previous Balance Method

① Balance of what you didn't pay off

② Previous Balance \times ^(APR) rate $=$ finance charge
(in decimal)

③ ^a $\$125.60 \times 0.015 = \$1.88 = \text{finance charge}$

^b new bal $= \$200.88$

Completed: #3-7

8-13

Use: 1.7% for all

previous bal \times rate = fin. charge

find new bal.

Unpaid Bal. Method

④ unpaid balance -
what you still owe the credit
card company.

$$* \text{Unpd bal} = \text{previous bal} - \text{payments/credits}$$

$$\textcircled{5} \text{Unpd bal} \times \text{rate} = \text{fin. charge}$$

$$\textcircled{a} \quad \$125.60 - 48.75 = \$76.85$$

$$\textcircled{b} \quad 76.85 \times 0.015 = \$1.15$$

$$\begin{array}{r} \textcircled{c} \quad 125.60 \\ + 122.15 \\ - 48.75 \\ + 1.15 \\ \hline \$200.15 \end{array}$$